



DEFENSE LOGISTICS AGENCY
THE DEFENSE CONTRACT MANAGEMENT COMMAND
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AUG 12 1997

IN REPLY
REFER TO

AQOE

**MEMORANDUM FOR COMMANDERS, DCMC CONTRACT ADMINISTRATION
OFFICES**

**SUBJECT: DCMC Memorandum No. 97-031, Streamlined Notice Requirements Regarding
Termination or Substantial Reduction in Major Defense Contracts
(INFORMATION)**

This is an INFORMATION memorandum. It remains in effect until rescinded or superseded.
Target Audience: Administrative Contracting Officers (ACOs)

ACOs should be aware that Defense Federal Acquisition Regulation Supplement (DFARS) Circular 91-12 revises DFARS 249.7003 and the clause at 252.249-7002. This revision implements Section 824 of the National Defense Authorization Act for Fiscal Year 1997 (Public Law 104-201). The purpose of Section 824 is to help contractors and subcontractors adversely affected by contract termination or substantial contract reductions under major defense programs establish employee benefit eligibility under the Job Training Partnership Act.

These revisions require the Procuring Contracting Officer and affected contractors to meet certain notification milestones when a major program is substantially reduced as a result of congressional actions. ACOs should be aware of these requirements.

Please direct any questions you may have to Ms. Cynthia Brice, Property Management, Contract Closeout, and Termination Team (703) 767-3437 or DSN 427-6398.


JILL E. PETTIBONE
Executive Director
Contract Management Policy